

NO: _____



United Independent School District INFORMATIONAL ITEM

TOPIC: PRESENTATION OF NINE MONTH TAX COLLECTION REPORT

SUBMITTED BY: MONICA MADRIGAL, RTA  TAX OFFICE
ALARCON & SAENZ, P.L.L.C. OF: ATTORNEY

APPROVED FOR TRANSMITTAL TO SCHOOL BOARD: _____

DATE ASSIGNED FOR BOARD CONSIDERATION: May 18, 2021

INFORMATIONAL REPORT:

REPORT WILL BE SUBMITTED TO THE BOARD OF TRUSTEES IN THE FRIDAY
INFORMATION PACKET.

ALARCÓN & SÁENZ, P.L.L.C.

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May 18, 2021

UNITED INDEPENDENT SCHOOL DISTRICT

201 Lindenwood
Laredo, TX 78041

Board of Trustees:

Mr. Ramiro Veliz, III, President

Mr. Javier Montemayor, Jr., Vice President Mr. Ricardo Rodriguez, Secretary

Mr. Ricardo Molina, Sr., Parliamentarian Mrs. Aliza Flores Oliveros, Member

Mr. Juan Roberto Ramirez, Member Mr. Francisco Castillo, Member

RE: Annual Report Delinquent Tax Collections

Dear U.I.S.D. Board President:

Please accept the attached report which summarizes the delinquent tax collection efforts made on behalf of United I.S.D. for the nine month period beginning on July 1, 2020 through March 31, 2021

We look forward to continued service to United I.S.D. and welcome any comments, questions or concerns you may have.

Thank you.

Sincerely yours,



Paul C. Sáenz
J.Alberto Alarcón
Guillermo G. Alarcón

Enclosures

cc: Mr. Roberto J. Santos, Superintendent of Schools
Mr. David H. Gonzalez, Incoming Superintendent of Schools
Mrs. Laida P. Benavides, CPA, Interim Associate Superintendent for Student Support Services
Mr. Sam Flores, Interim Assistant Superintendent for Business & Finance
Ms. Monica Madrigal, RTA Tax Assessor - Collector

ANNUAL REPORT DELINQUENT TAX COLLECTIONS

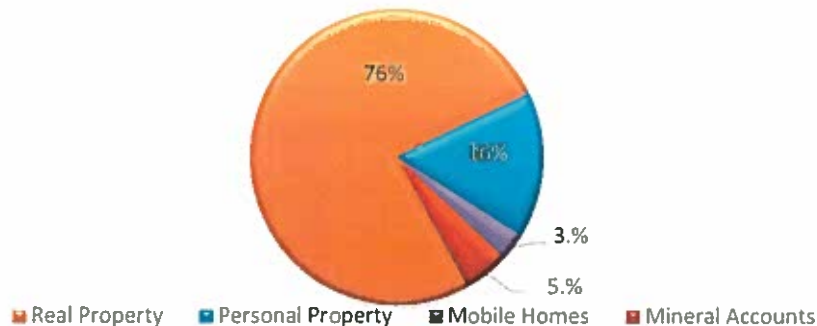
PERIOD JULY 1, 2020 – MARCH 31, 2021

By this report, Alarcón & Sáenz, P.L.L.C. (A&S) intends on offering information to United Independent School District (“U.I.S.D.”) that will summarize the legal action taken to collect delinquent taxes during the reporting period and status of same.

2019 DELINQUENT TAXES TURNED OVER (July 1, 2020) \$ 3,915,264

Real Property Accounts	76% +/-
Personal Property Accounts	16% +/-
Mobile Home Accounts	3% +/-
Mineral Accounts	5% +/-

Delinquent Tax Roll



DELINQUENT TAX ROLL 2019 PLUS PRIOR YEARS as of July 1, 2020

\$6,974,982

Adjusted Delinquent Tax Roll as of April 30, 2021

\$6,408,759

I.

LEGAL ACTION TO COLLECT DELINQUENT TAXES

The following is a breakdown of the legal action taken on UISD tax accounts. During the reporting period, a total of 702 lawsuits were filed against 1,014 UISD accounts; of those A&S filed 601 lawsuits against 826 delinquent tax accounts and has intervened in 101 lawsuits for 188 accounts.

In comparison in the previous reporting period A&S filed 545 lawsuits against 1,046 accounts, representing 56 more lawsuits. In addition, during this reporting period A&S filed 254 Tax Warrants for Business Personal Property tax accounts.

A. REAL PROPERTY, MOBILE HOMES & MINERAL INTEREST TAXES

Legal action is taken against delinquent real property, mobile homes and mineral accounts owing in excess of \$1,000. Exceptions to this include hardship cases (with the approval of the tax office) and those taxpayers who have received an exemption from the Webb County Appraisal District. For those accounts owing less than \$1,000, collection efforts are made by courtesy letters and follow up telephone calls and site visits, if that fails, there are times that we must file for delinquent accounts that owe more than four years.

**Total Number of Lawsuits filed for
Real Property, Mobile Homes and Mineral Interest Accounts
during the reporting period:**

Lawsuits	No. of Delinquent Accounts included in the law suits
601	826

Generally, lawsuits are resolved either because the taxpayer pays the outstanding delinquent taxes, makes arrangements to pay within a reasonable time, or a judgment is taken against the taxpayer which may result in a foreclosure and sale of the real property.

**Judgments posted for Foreclosure
during the reporting period:**

Posted	91	Real Property Sold	Mobile Homes Sold	Mineral Accts
SOLD	4	3	2	0

B. PERSONAL PROPERTY TAXES

On February 1st, 2021, \$3,478,901 of delinquent personal property taxes for the 2020 current tax year was turned over to A&S for collection 2,341 accounts.

A tax warrant on these delinquent accounts was issued to collect the personal property tax. A&S routinely sends out demand letters, makes courtesy phone calls to collect the delinquent taxes without the need for execution of the tax warrant, seizure of equipment and/or inventory. Should the business taxpayer fail to make reasonable payment arrangements, a visit can be done with a U.I.S.D. Peace Officer to collect the balance or make arrangements for payment.

During the reporting period, the following number of tax warrants were issued and the taxpayer was served with the warrant. Individual collection efforts are made to secure payment without the need to seize equipment or interrupt the taxpayer's business.

i. Tax warrants Issued During the Reporting Period

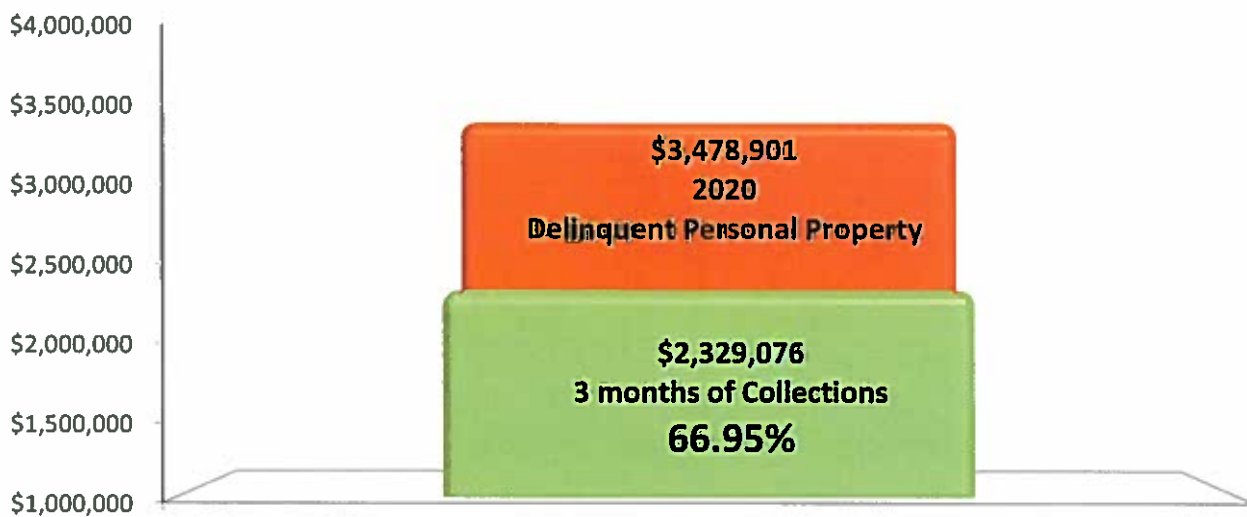
No. of Warrants Issued	No. of Accounts Delinquent
254	259

Sending out demand letters, making courtesy phone calls has proven to be an effective means of enforcing the district's tax lien and A&S has not made any site visits to seize any personal property during the reporting period.

ii. **Collections of Delinquent Personal Property Accounts.**

During the months of February, March and April of this reporting period, A&S has collected **\$2,329,076** in 2020 delinquent personal property taxes which equals **66.95%** of the outstanding current year delinquent personal property taxes.

Personal Property Collections



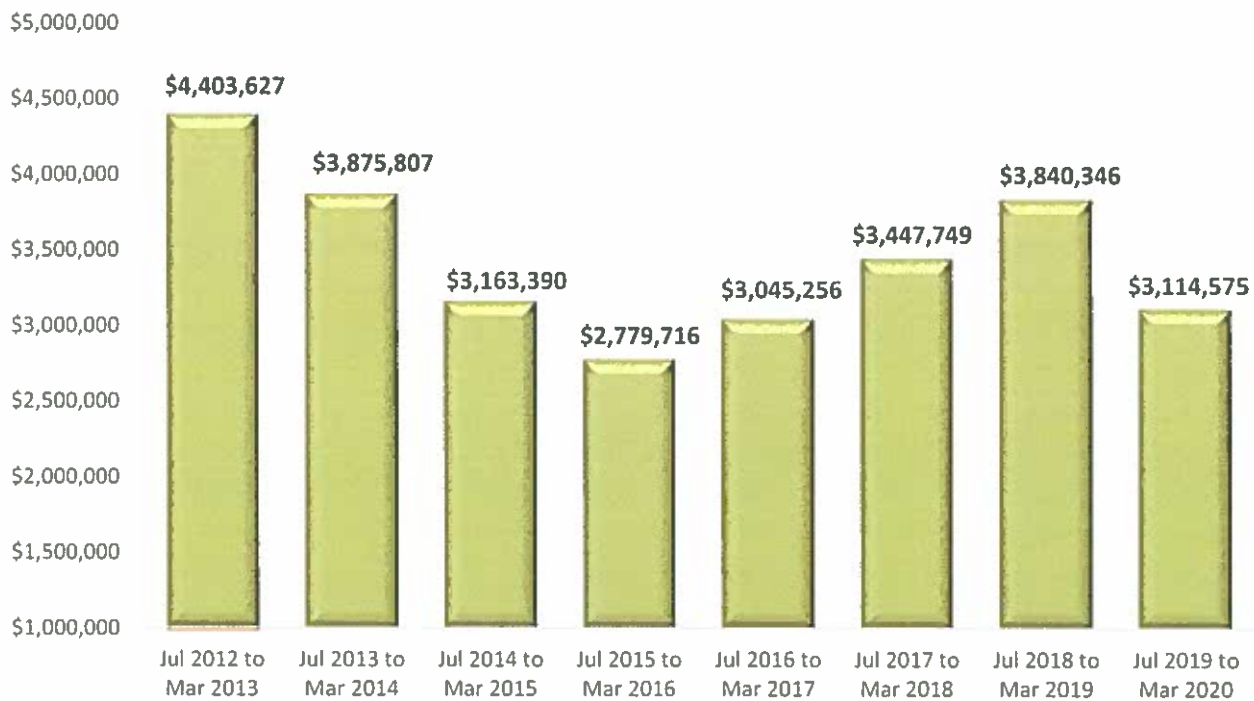
II.

HISTORICAL COLLECTIONS

During the Same Reporting Period

	<u>Collected</u>	<u>% of Collection</u>
July 2012 – March 2013	\$4,403,627	58.27%
July 2013 – March 2014	\$3,875,807	63.23%
July 2014 – March 2015	\$3,163,390	51.67%
July 2015 – March 2016	\$2,779,716	49.07%
July 2016 – March 2017	\$3,045,256	48.60%
July 2017 – March 2018	\$3,447,749	51.71%
July 2018 – March 2019	\$3,840,346	79.25%
July 2019 – March 2020	\$3,114,575	63.85%

Delinquent Base Tax Collections
Reporting period
(July to March)

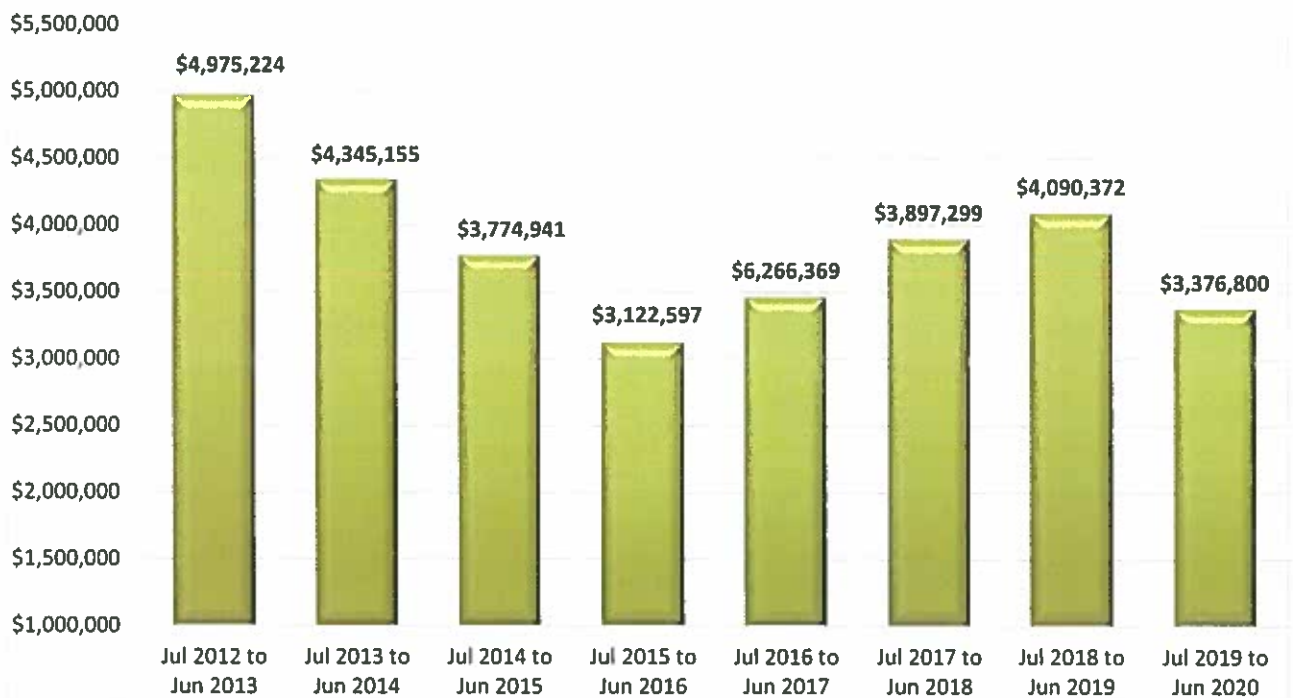


HISTORICAL END OF YEAR COLLECTIONS

	Delinquent Tax Roll	Total Collected	
2011 + Prior years	\$7,556,643	\$4,975,224	65.84%
2012 + Prior years	\$6,129,827	\$4,345,155	70.89%
2013 + Prior years	\$6,122,215	\$3,774,941	61.66%
2014 + Prior years	\$5,664,238	\$3,122,597	55.13%
2015 + Prior years	\$6,266,369	\$3,464,234	55.28%
2016 + Prior years	\$6,667,177	\$3,897,299	58.46%
2017 + Prior years	\$4,846,050	\$4,090,372	84.41%
2018 + Prior years	\$5,331,959	\$3,376,800	69.22%

End of Year Collections Adjusted Delinquent Tax Roll

12 month reporting period



Current Collections

The Adjusted Delinquent Tax Roll ("ADTR") as of March 31st, 2021 is \$6,408,759; which represents delinquent accounts for 2019 and prior years. During this reporting period, A&S has collected \$4,739,302 in delinquent taxes, which represents 73.95% of the adjusted delinquent tax roll.

Delinquent Tax Collections

2019 and Prior Years

July 2020 – March 2021 \$4,739,302

